

NEW TOYO

International Holdings Ltd



FINANCIAL STATEMENTS ANNOUNCEMENT

for the period ended 30 June 2017

Unaudited results for the second quarter and period ended 30 June 2017

- 1(a) An income statement and statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Income Statement

	Group 2Q			Group 6-months		
	30-06-17	30-06-16	Change	30-06-17	30-06-16	Change
	Unaudited	Unaudited		Unaudited	Unaudited	
	SGD'000	SGD'000	%	SGD'000	SGD'000	%
Revenue	72,971	60,285	21.0	137,380	116,360	18.1
Cost of sales	(64,303)	(50,749)	26.7	(118,748)	(97,408)	21.9
Gross profit	8,668	9,536	(9.1)	18,632	18,952	(1.7)
Other income	4,675	1,650	183.3	5,890	2,908	102.5
Distribution expenses	(1,502)	(1,521)	(1.2)	(2,919)	(2,809)	3.9
Administrative expenses	(4,975)	(4,741)	4.9	(10,189)	(9,418)	8.2
Net foreign exchange loss	(914)	(573)	59.5	(1,260)	(1,530)	(17.6)
Other operating expenses	(10,439)	(83)	12,477.1	(10,853)	(172)	6,209.9
Operating (loss)/profit	(4,487)	4,268	n.m.	(699)	7,931	n.m.
Finance income	378	217	74.2	775	423	83.2
Finance costs	(405)	(162)	150.0	(821)	(347)	136.6
Net finance (costs)/income	(27)	55	n.m.	(46)	76	n.m.
Share of profit of equity-accounted investees (net of tax)	65	455	(85.7)	112	639	(82.5)
(Loss)/Profit before tax	(4,449)	4,778	n.m.	(633)	8,646	n.m.
Tax expense	(750)	(951)	(21.1)	(1,934)	(1,746)	10.8
(Loss)/Profit for the period	(5,199)	3,827	n.m.	(2,567)	6,900	n.m.
Attributable to :						
Owners of the Company	(3,006)	2,873	n.m.	(861)	5,046	n.m.
Non-controlling interests	(2,193)	954	n.m.	(1,706)	1,854	n.m.
(Loss)/Profit for the period	(5,199)	3,827	n.m.	(2,567)	6,900	n.m.

Statement of Comprehensive Income

	Group 2Q			Group 6-months		
	30-06-17	30-06-16	Change	30-06-17	30-06-16	Change
	Unaudited	Unaudited		Unaudited	Unaudited	
	SGD'000	SGD'000	%	SGD'000	SGD'000	%
(Loss)/Profit for the period	(5,199)	3,827	n.m.	(2,567)	6,900	n.m.
Other comprehensive income						
Items that are or may be reclassified to profit or loss :						
Foreign currency differences for foreign operations	882	(3,433)	n.m.	(3,303)	(4,748)	(30.4)
Other comprehensive income for the period, net of tax	882	(3,433)	n.m.	(3,303)	(4,748)	(30.4)
Total comprehensive income for the period	(4,317)	394	n.m.	(5,870)	2,152	n.m.
Attributable to :						
Owners of the Company	(2,551)	309	n.m.	(3,517)	884	n.m.
Non-controlling interests	(1,766)	85	n.m.	(2,353)	1,268	n.m.
Total comprehensive income for the period	(4,317)	394	n.m.	(5,870)	2,152	n.m.

n.m. - not meaningful

1(a) An income statement and statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year (Cont'd)

Disclosure to Income Statement

	Note	Group 2Q			Group 6-months		
		30-06-17	30-06-16	Change %	30-06-17	30-06-16	Change %
		Unaudited SGD'000	Unaudited SGD'000		Unaudited SGD'000	Unaudited SGD'000	
Other income, including finance income	(i)	3,906	1,857	110.3	5,476	3,322	64.8
Interest on borrowings		(405)	(162)	150.0	(821)	(347)	136.6
(Allowance for)/Reversal of inventory obsolescence		(336)	81	n.m.	(336)	362	n.m.
Depreciation and amortisation	(ii)	(3,604)	(2,753)	30.9	(7,153)	(5,444)	31.4
Gain on disposal of property, plant and equipment	(iii)	1,147	10	11,370.0	1,189	9	13,111.1
Reversal of doubtful trade receivables		-	1	n.m.	2	1	100.0
Impairment loss on property, plant and equipment	(iv)	(2,710)	-	n.m.	(2,710)	-	n.m.
Property, plant and equipment written-off		(14)	-	n.m.	(14)	-	n.m.
(Under)/Over provision of tax in respect of prior years		-	(4)	n.m.	10	(7)	n.m.

n.m. - not meaningful

Other operating expenses comprise the following:

		Group			Group		
		2Q	2Q	Change	6-months	6-months	Change
		30-06-17	30-06-16		30-06-17	30-06-16	
		Unaudited	Unaudited		Unaudited	Unaudited	
		SGD'000	SGD'000	%	SGD'000	SGD'000	%
<u>Non-operating Item:</u>							
Gain/(Loss) on disposal of other investments		9	-	<i>n.m.</i>	(51)	-	<i>n.m.</i>
Provision for termination benefits	(iv)	(6,525)	-	<i>n.m.</i>	(6,525)	-	<i>n.m.</i>
		<u>(6,516)</u>	<u>-</u>		<u>(6,576)</u>	<u>-</u>	

n.m. - not meaningful

Notes :

- (i) Increase in the amount included under other income was mainly due to a sum received by a subsidiary from a contractor for the damage caused to the subsidiary's premises pursuant to a settlement (on a without admission of liability basis) between the subsidiary and the contractor.
- (ii) Increase in depreciation and amortisation was mainly due to depreciation incurred by a newly-acquired subsidiary and higher amortisation from additional contract value in relation to supply agreements with a major customer.
- (iii) Following the proposed cessation of printing business of Anzpac Services (Australia) Pty Limited ("Anzpac") arising from reorganisation of production footprint within the Group, a gain was recognised on disposal of the plant and equipment of Anzpac.
- (iv) Impairment loss on property, plant and equipment and provisions for termination benefits were costs incurred due to the proposed cessation mentioned in note (iii) above.

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Statement of Financial Position

	Note	Group		Company	
		30-06-17 Unaudited SGD'000	31-12-16 Audited SGD'000	30-06-17 Unaudited SGD'000	31-12-16 Audited SGD'000
Non-current assets					
Property, plant and equipment		102,226	98,292	268	313
Investment properties		6,456	6,813	-	-
Subsidiaries		-	-	129,950	121,173
Associate and joint ventures		2,128	1,687	1,246	1,246
Other investments		1,596	2,099	685	685
Intangible assets and goodwill		27,265	28,245	-	-
Deferred tax assets		625	653	-	-
Other receivables		2,346	2,794	-	-
		142,642	140,583	132,149	123,417
Current assets					
Inventories		48,923	47,005	-	-
Trade and other receivables		84,379	77,731	8,846	9,751
Cash and cash equivalents	1	54,333	68,479	9,167	22,972
		187,635	193,215	18,013	32,723
Total assets		330,277	333,798	150,162	156,140
Equity attributable to owners of the Company					
Share capital		132,102	132,102	132,102	132,102
Reserves		(13,911)	(11,276)	77	77
Retained earnings		52,251	57,967	(17,308)	(12,214)
		170,442	178,793	114,871	119,965
Non-controlling interests		50,742	54,972	-	-
Total Equity		221,184	233,765	114,871	119,965
Non-current liabilities					
Other payables		459	452	-	-
Financial liabilities	2	19,352	28,147	-	19
Deferred tax liabilities		2,826	2,912	11	11
		22,637	31,511	11	30
Current liabilities					
Trade and other payables	3	53,442	46,050	32,737	33,466
Financial liabilities	4	31,729	21,257	2,521	2,649
Current tax liabilities		1,285	1,215	22	30
		86,456	68,522	35,280	36,145
Total liabilities		109,093	100,033	35,291	36,175
Total equity and liabilities		330,277	333,798	150,162	156,140

Notes :

- 1) Please refer to the Consolidated Statement of Cash Flow and related commentaries.
- 2) The decrease was mainly due to the partial repayment offset by utilisation of long-term bank borrowings.
- 3) The increase was mainly due to provision of termination benefits as mentioned in paragraph 1(a) note (iv).
- 4) The increase was mainly due to the utilisation of short-term bank borrowings.

1(b)(ii) Aggregate amount of group's borrowings and debt securities

	As at 30/06/17		As at 31/12/16	
	Secured SGD'000	Unsecured SGD'000	Secured SGD'000	Unsecured SGD'000
Amount repayable in one year or less, or on demand	538	31,191	47	21,210
Amount repayable after one year	9,145	10,207	26,063	2,084

Details of any collateral

The bank loans were secured on inventories and assets under finance lease, and by a charge over the assets and shares in a subsidiary.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Cash Flow

		2Q 30-06-17 Unaudited SGD'000	2Q 30-06-16 Unaudited SGD'000	6-months 30-06-17 Unaudited SGD'000	6-months 30-06-16 Unaudited SGD'000
	Note				
Operating activities					
Profit before tax		(4,449)	4,778	(633)	8,646
Adjustments for :					
Amortisation of other investments		2	1	3	3
Depreciation and amortisation		3,602	2,752	7,150	5,441
Dividend income from an associate		-	(173)	-	(173)
Dividend income from quoted securities		(11)	(10)	(11)	(10)
(Gain)/Loss on disposal of other investments		(9)	-	51	-
Gain on disposal of property, plant and equipment		(1,147)	(10)	(1,189)	(9)
Impairment loss on property, plant and equipment		2,710	-	2,710	-
Finance income		(378)	(217)	(775)	(423)
Finance costs		405	162	821	347
Property, plant and equipment written-off		14	-	14	-
Provision for termination benefits		6,525	-	6,525	-
Share of profit of equity-accounted investees		(65)	(455)	(112)	(639)
Operating profit before working capital changes		7,199	6,828	14,554	13,183
Changes in working capital :					
Inventories		(262)	(1,378)	(2,006)	399
Trade and other receivables		(7,045)	(3,955)	(6,569)	(3,169)
Trade and other payables		10,514	5,474	815	(501)
Employee benefits		(27)	62	(611)	183
Cash flows from operations		10,379	7,031	6,183	10,095
Income taxes paid		(963)	(611)	(1,636)	(1,257)
Cash flows from operating activities	1	9,416	6,420	4,547	8,838
Investing activities :					
Dividends received from an associate		-	173	-	173
Dividends received from quoted securities		11	10	11	10
Additional capital contribution to an equity-accounted investee		-	(1,673)	(316)	(1,673)
Interest received		378	217	775	423
Acquisition of property, plant and equipment		(10,785)	(2,631)	(18,147)	(4,035)
Additions to investment property		(21)	-	(42)	-
Proceeds from disposal of property, plant and equipment		3,273	15	3,330	19
Cash flows used in investing activities	2	(7,144)	(3,889)	(14,389)	(5,083)
Financing activities :					
Dividends paid to shareholders		(4,834)	(4,394)	(4,834)	(4,394)
Dividends paid to non-controlling shareholders		(1,877)	(2,444)	(1,877)	(2,444)
Interest paid		(405)	(162)	(821)	(347)
Payment of finance lease liabilities		(12)	(12)	(24)	(23)
Proceeds from bank borrowings		13,543	4,885	22,050	5,065
Repayments of bank borrowings		(2,094)	(926)	(18,031)	(6,596)
Cash flows from/(used in) financing activities	3	4,321	(3,053)	(3,537)	(8,739)
Net increase/(decrease) in cash and cash equivalents		6,593	(522)	(13,379)	(4,984)
Cash and cash equivalents at beginning of period		47,844	73,987	68,479	78,965
Effect of exchange rate fluctuations on cash held		(104)	(1,062)	(767)	(1,578)
Cash and cash equivalents at end of period		54,333	72,403	54,333	72,403
Deposits with financial institutions		9,157	24,963	9,157	24,963
Cash at banks and on hand		45,176	47,440	45,176	47,440
		54,333	72,403	54,333	72,403

Note 1 : Higher cash flows from operating activities in Q2FY2017 was mainly due to timing of payment to suppliers and repayment from customers.

Note 2 : Higher cash flows used in investing activities in Q2FY2017 was mainly due to purchase of property, plant and equipment offset by proceeds from disposal of property, plant and equipment from Anzpac.

Note 3 : Higher cash flows from financing activities in Q2FY2017 was mainly due to utilisation of bank borrowings for the purchase of property, plant and equipment.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Consolidated Statement of Changes in Equity

	← Other reserves →								
	Share capital SGD'000	Capital reserve SGD'000	Other reserve SGD'000	Translation reserve SGD'000	Fair value reserve SGD'000	Retained earnings SGD'000	Total SGD'000	Non-controlling interests SGD'000	Total Equity SGD'000
Group									
At 1 April 2016	132,102	564	77	(13,672)	239	50,916	170,226	43,086	213,312
Appropriation of retained earnings to statutory reserve		174				(174)	-		-
Dividends paid	-	-	-	-	-	(4,394)	(4,394)	-	(4,394)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(2,444)	(2,444)
Total comprehensive income for the period	-	-	-	(2,564)	-	2,873	309	85	394
At 30 June 2016	132,102	738	77	(16,236)	239	49,221	166,141	40,727	206,868
At 1 April 2017	132,102	757	77	(15,341)	141	60,091	177,827	54,385	232,212
Dividends paid	-	-	-	-	-	(4,834)	(4,834)	-	(4,834)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(1,877)	(1,877)
Total comprehensive income for the period	-	-	-	455	-	(3,006)	(2,551)	(1,766)	(4,317)
At 30 June 2017	132,102	757	77	(14,886)	141	52,251	170,442	50,742	221,184
Company									
At 1 April 2016	132,102	-	77	-	-	(13,474)	118,705	-	118,705
Dividends paid	-	-	-	-	-	(4,394)	(4,394)	-	(4,394)
Total comprehensive income for the period	-	-	-	-	-	4,055	4,055	-	4,055
At 30 June 2016	132,102	-	77	-	-	(13,813)	118,366	-	118,366
At 1 April 2017	132,102	-	77	-	-	(12,536)	119,643	-	119,643
Dividends paid	-	-	-	-	-	(4,834)	(4,834)	-	(4,834)
Total comprehensive income for the period	-	-	-	-	-	62	62	-	62
At 30 June 2017	132,102	-	77	-	-	(17,308)	114,871	-	114,871

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Not applicable.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	As at 30-06-17	As at 31-12-16
Total number of issued shares	439,424,603	439,424,603

The Company did not hold any treasury shares as at 30 June 2017 and 31 December 2016.

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

- 2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed.

- 3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation as those in the audited financial statements for the year ended 31 December 2016 except for the adoption of accounting standards and interpretations applicable for the financial period beginning 1 January 2017.

The adoption of the new/revised accounting standards and interpretations applicable for the financial period beginning 1 January 2017 did not result in a significant change to the Group's accounting policies and did not have a material impact on the Group results.

- 5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable

- 6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-**

	Group 2Q 30-06-17	2Q 30-06-16	Group 6-months 30-06-17	6-months 30-06-16
Earnings per share ("EPS") for the period				
(a) Based on the average number of ordinary shares	-0.68 cts	0.65 cts	-0.20 cts	1.15 cts
(b) On a fully diluted basis	-0.68 cts	0.65 cts	-0.20 cts	1.15 cts

Basic EPS and fully diluted EPS have been calculated based on 439,424,603 shares.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the: (a) current financial period reported on and (b) immediately preceding financial year.

	Group		Company	
	As at 30-06-17	As at 31-12-16	As at 30-06-17	As at 31-12-16
Net asset value per ordinary share based on existing share capital	38.79 cts	40.69 cts	26.14 cts	27.30 cts

The net asset value per ordinary share has been calculated based on 439,424,603 shares.

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

(i) Current Quarter against Previous Year Corresponding Quarter

The Group's turnover for Q2FY2017 increased by S\$12.68 million or 21.0% to S\$72.97 million (S\$60.29 million in Q2FY2016). This was on the back of revenue contribution in the Printed Cartons and Labels division from a subsidiary acquired in December 2016 and higher revenue from Trading division.

Gross profit for Q2FY2017 decreased by S\$0.87 million or 9.1% to S\$8.67 million from S\$9.54 million in the corresponding quarter last year. Gross profit margin decreased from 15.8% in Q2FY2016 to 11.9% in Q2FY2017 due to lower gross profit margin from the Printed Cartons and Labels division.

Other income increased by S\$3.03 million to S\$4.68 million was mainly due to a sum received by a subsidiary as mentioned in paragraph 1(a) note (i) and a gain on disposal of plant and equipment as mentioned in paragraph 1(a) note (iii).

Net foreign exchange loss was higher by S\$0.34 million in Q2FY2017 as a result of the depreciation of US Dollar. Higher other operating expenses in Q2FY2017 by S\$10.35 million was mainly due to recognition of termination benefits and impairment loss on plant and equipment as mentioned in paragraph 1(a) note (iv), and higher amortisation of intangible assets, as compared to the corresponding quarter last year.

The lower share of profit of equity-accounted investees in Q2FY2017 was due to absence of profit from an associate, which was disposed in December 2016.

As a result of the above factors, the Group registered a loss before tax of S\$4.45 million in Q2FY2017 (S\$4.78 million profit in Q2FY2016). Overall, the Group reported a loss after tax attributable to owners of the Company of S\$3.01 million in Q2FY2017 (S\$2.87 million profit in Q2FY2016).

Excluding the aforesaid non-recurring expenses arising from the cessation of Anzpac announced on 15 June 2017 and a one-off sum received by a subsidiary, the Group would have registered a profit before tax of S\$2.12 million and a profit after tax attributable to owners of the Company of S\$1.50 million for Q2FY2017.

(ii) Current Year-to-date against Previous Year-to-date

The Group's turnover increased by S\$21.02 million or 18.1% to S\$137.38 million for the six months ended 30 June 2017 (S\$116.36 million for the six months ended 30 June 2016) mainly due to revenue contribution from a subsidiary acquired in December 2016 in the Printed Cartons and Labels division and higher demands in Specialty Papers and Trading divisions.

Gross profit margin for the six months ended 30 June 2017 decreased to 13.6% (16.3% for the six months ended 30 June 2016), as a result of lower gross profit margin from the Printed Cartons and Labels division.

Other income increased by S\$2.98 million to S\$5.89 million mainly due to the same contributing factors as mentioned above for Q2FY2017.

An exchange loss of approximately S\$1.26 million for the six months ended 30 June 2017 (S\$1.53 million for the six months ended 30 June 2016) was mainly due to depreciation of US Dollar. Other operating expenses were up by S\$10.68 million largely due to the same contributing factors as mentioned above for Q2FY2017.

The absence of profit from an associate, which was disposed in December 2016 attributed to the decrease in share of profit of equity-accounted investees for the six months ended 30 June 2017 as compared to previous year to date.

Consequent to the aforesaid, the Group registered a loss before tax of S\$0.63 million for the six months ended 30 June 2017 (S\$8.65 million profit in the same period last year). Overall, the Group reported a loss after tax attributable to owners of the Company of S\$0.86 million for the six months ended 30 June 2017 (S\$5.05 million profit in the same period last year).

Excluding the aforesaid mentioned above for Q2FY2017, the Group would have registered a profit before tax of S\$5.94 million and a profit after tax attributable to owners of the Company of S\$3.64 million for the six months ended 30 June 2017.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable. The Group did not make any forecast previously.

10 A commentary at the date of the announcement of the significant trend and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Outlook for 2017 continues to be challenging as the economy continues to remain volatile. The Group's performance in the industry is largely correlated to the trends and development of the tobacco industry and our customers' strategy.

In line with the Group's strategy to realign its PCL's printed footprint, the Group has substantially completed the Anzpac's redundancy exercise and disposal of assets except for the land and building. The Group recorded employees' redundancy and related expenses of AUD6.2 million and asset impairment costs of AUD3.4 million in the current financial year-to-date.

In addition, TWPH announced on 20 July 2017 that Tien Wah Press (Malaya) Sdn Bhd ("TWPM"), a wholly owned subsidiary of TWPH, has decided to cease its printing business. Accordingly, an estimated employees' redundancy and related costs of RM11.6 million and asset impairment costs of RM0.6 million will be recognised in the second half of 2017.

The proposed cessations of the printing business of Anzpac and TWPM are expected to be completed by the third quarter ending 30 September 2017 and the fourth quarter ending 31 December 2017 respectively.

The above realignment of production footprint will improve our strategic position to service customers and reduce our operating cost over the longer term.

The Group will continue to drive productivity improvements, implement cost control measures and align its resources to create a stronger platform for sustainable growth. Concurrently, the Group will intensify its focus on growth opportunities in Indonesia and Dubai, United Arab Emirates, where our new operations are, to further strengthen its relationships with customers.

11 Dividend

(a) Current Financial Period Reported On

2017 Ordinary	
Name of Dividend :	Interim
Dividend Type :	Cash
Dividend per share :	0.60 cts per ordinary share
Tax Rate :	Tax exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

2016 Ordinary	
Name of Dividend :	Interim
Dividend Type :	Cash
Dividend per share :	0.60 cts per ordinary share
Tax Rate :	Tax exempt (one-tier)

(c) Date payable

To be advised

(d) Books closure date

To be advised

12 If no dividend has been declared/recommended, a statement to that effect.

Not applicable

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions are required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group does not have a general mandate from shareholders for interested person transactions.

14 Negative confirmation pursuant to Rule 705(5).

The Directors of New Toyo International Holdings Ltd (the "Company"), do hereby confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results of the second quarter and period ended 30 June 2017 to be false or misleading in any material aspect.

15 Confirmation pursuant to Rule 720(1).

The Company has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Lee Wei Hsiung
Company Secretary
10 August 2017